

Message Text

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PAGE 01 WELLIN 02280 160511Z

ACTION EB-07

INFO OCT-01 EA-09 ISO-00 AID-05 CIAE-00 COME-00 FRB-01

INR-07 NSAE-00 USIA-15 TRSE-00 XMB-04 OPIC-06

SP-02 LAB-04 EPG-02 SIL-01 OMB-01 L-03 H-02

NSC-05 SS-15 STR-04 CEA-01 PA-02 PRS-01 /098 W

-----160515Z 086624 /17

R 160326Z JUN 77

FM AMEMBASSY WELLINGTON

TO SECSTATE WASHDC 3388

UNCLAS WELLINGTON 2280

E.O. 11652: N/A

TAGS: EFIN, NZ

SUBJECT: GNZ TO ENTER COMMERCIAL BILL MARKET

1. THE NZ RESERVE BANK HAS JUST ANNOUNCED THAT IT WILL EXTEND ITS DEALINGS IN GOVERNMENT STOCK AND TREASURY BILLS AND BEGIN SOME LIMITED DEALING IN COMMERCIAL BILLS AND TRADING BANK TRANSFERABLE CERTIFICATES OF DEPOSIT IN THE SECONDARY MARKET.

2. ACCORDING TO THE BANK STATEMENT THE BANK HAS KEPT A CLOSE WATCH ON DEVELOPMENTS IN THE BILL MARKET. OVER THE PAST THREE YEARS REGULAR MEETINGS HAVE BEEN HELD WITH THE PRINCIPAL DEALERS AND, SINCE THE BEGINNING OF THIS YEAR, THE BANK HAS BEEN IN DAILY CONTACT WITH VARIOUS DEALERS.

3. THE ANNOUNCEMENT SAID THAT THE PROPOSED MOVE WAS CONSIDERED A LOGICAL EXTENSION OF THESE ACTIVITIES WHICH WILL ENABLE THE BANK TO MONITOR DEVELOPMENTS IN THE MARKET MORE CLOSELY. OPERATIONS WILL BE ON A SMALL SAMPLING SCALE AND WOULD NOT BE DESIGNED TO INFLUENCE MARKET PRICES IN ANY WAY. THEY WOULD, HOWEVER, ENABLE THE BANK TO WIDEN ITS EXPERIENCE IN DEALING SO THAT IT WOULD BE IN A POSITION TO UNDERTAKE SIGNIFICANT OPEN MARKET OPERATIONS IF AND WHEN

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THESE WERE DEEMED TO BE APPROPRIATE FOR MONETARY POLICY PURPOSES.

KILLGORE

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NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01-Jan-1994 12:00:00 am
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: MONEY, MARKETS, POLICIES, FOREIGN EXCHANGE HOLDINGS, BANK DEPOSITS
Control Number: n/a
Copy: SINGLE
Sent Date: 16-Jun-1977 12:00:00 am
Decaption Date: 01-Jan-1960 12:00:00 am
Decaption Note:
Disposition Action: n/a
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment:
Disposition Date: 01-Jan-1960 12:00:00 am
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1977WELLIN02280
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D770214-1018
Format: TEL
From: WELLINGTON
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1977/newtext/t19770648/aaaabpwb.tel
Line Count: 58
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: 0a17fc7a-c288-dd11-92da-001cc4696bcc
Office: ACTION EB
Original Classification: UNCLASSIFIED
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: n/a
Previous Handling Restrictions: n/a
Reference: n/a
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 20-Dec-2004 12:00:00 am
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 2118864
Secure: OPEN
Status: NATIVE
Subject: GNZ TO ENTER COMMERCIAL BILL MARKET
TAGS: EFIN, NZ
To: STATE
Type: TE
vdkgvwkey: odbc://SAS/SAS.dbo.SAS_Docs/0a17fc7a-c288-dd11-92da-001cc4696bcc
Review Markings:
Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
22 May 2009
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 22 May 2009